

**2000 Schedule 2****Computation of taxable income for resident filer using Form 37 (Long Form)**

A. Federal adjusted gross income from line 33, Form 1040 or line 19, Form 1040A or line 4, Form 1040EZ, or line I, TeleFile Tax Record .....	(H)	A	
1. Federal taxable income from line 39, Form 1040, or line 25, Form 1040A, or line 6, Form 1040EZ, or line K, TeleFile Tax Record .....	(I)	1	
<b>North Dakota additions</b>			
2. Interest from state and local government obligations ( <i>except North Dakota</i> ) .....	(J)	2	
3. State and local income taxes from line 5, Schedule A, Form 1040 [However, see instructions if line A above exceeds \$128,950 (\$64,475, if married filing separate)] .....	(L)	3	
4. Other ( <i>See instructions</i> ) (Attach supporting statement) .....		4	
5. Total additions ( <i>Add lines 2 through 4</i> ) .....	(M)	5	
6. Balance ( <i>Add lines 1 and 5</i> ) .....		6	
<b>North Dakota subtractions</b>			
7. Interest from U.S. obligations .....	(N)	7	
8. Military pay exclusion .....	(O)	8	
9. Additional military pay exclusion .....	(2F)	9	
10. Military retirement pay exclusion .....	(#)	10	
11. Income from a federal civil service pension, a North Dakota city firefighter or police officer pension, or the North Dakota highway patrol pension fund .....	(Q)	11	
12. Interest income from sale of land to a qualifying beginning farmer .....	(2H)	12	
13. Rental income from leasing of land to a qualifying beginning farmer .....	(2I)	13	
14. Gain from sale of land to a qualifying beginning farmer .....	(2J)	14	
15. <b>Interest income from North Dakota financial institutions</b> .....	(2K)	15	
16. Interest income from sale of a business to a qualifying beginning businessman .....	(2L)	16	
17. Rental income from leasing a business to a qualifying beginning businessman .....	(2M)	17	
18. Gain from sale of a business to a qualifying beginning businessman .....	(2N)	18	
19. North Dakota domestic dividend exclusion .....	(P)	19	
20. Exclusion for investment in North Dakota venture capital corporation .....	(2A)	20	
21. Medical expenses not allowed due to 7.5% of adjusted gross income limitation ( <i>Enter smaller of line 1 or line 3, Schedule A, Form 1040</i> ) .....	(R)	21	
22. Additional exemption amount: If your <b>Filing status</b> ( <i>at top of Form 37</i> ) is <b>Married filing joint</b> or <b>Head of household</b> or <b>Qualifying widow(er)</b> , enter \$300 .....		22	
23. Other ( <i>See instructions</i> ) (Attach supporting statement) .....	(T)	23	
24. Total deductions ( <i>Add lines 7 through 23</i> ) .....	(U)	24	
25. Balance ( <i>Subtract line 24 from line 6</i> ) .....		25	
26. Federal income tax—See instructions for amount to enter on this line .....	(V)	26	
27. Adjusted gross income from line A at top of page .....	(W)	27	
28. If an entry was made on lines 7 through 19, or line 23, see the instructions for the amount to enter on this line. Otherwise, enter amount from line 26 on line 31, and go to line 32 .....	(X)	28	
29. Subtract line 28 from line 27 .....		29	
30. North Dakota income ratio ( <i>Divide line 29 by line 27 and round to nearest two decimal places.</i> <i>If line 29 equals line 27, enter 1.00</i> ) .....		. . . . .	30
31. Federal income tax deduction ( <i>Multiply line 26 by line 30</i> ) .....	(Y)	31	
32. North Dakota taxable income ( <i>Subtract line 31 from line 25</i> ) Enter here and on line 1, Tax Computation Schedule, Form 37 .....		32	